GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2068
ANSWERED ON:04.08.2000
RBI PANEL FOR SCREENING INVESTMNT PROPOSALS
B.K. PARTHASARATHI

Will the Minister of FINANCE be pleased to state:

(a) whether the Reserve Bank of India is constituted a specialpanel to screen all the proposals for investment by Indian companies in their joint ventures and wholly owned subsidiaries abroad ; and

(b) if so, the details of the composition, tenure, functions, jurisdiction of the panel ?

Answer

MINISTER OF STATE IN MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) and (b) As per the Guidelines for Indian Direct Investment in Joint Ventures andWholly Owned Subsidiaries Abroad issued by Government of India and regulations framed under FEMA, 1999, overseas investment proposals not falling under theAutomatic Route are to be considered by a Special Committee chaired byDeputy Governor, RBI with representatives of Ministries of Commerce, Finance, External Affairs and RBI as its members. The tenure of the Committee isnot fixed and its functions and jurisdiction cover all overseas direct investment proposals from Indian companies which are not covered under the automatic route.